



CPA & CONSULTING
SERVICES, LLC

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HOPE HOUSE, INC.

Accountant's Compilation Report and Selected Information
Substantially All Disclosures Required by Generally
Accepted Accounting Disclosures Are Not Included

For The Fiscal Year Ended June 30, 2014

Deemer CPA and Consulting Services, LLC

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Hope House, Inc.
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Accountant's Compilation Report

To the Board of Director's of
Hope House, Inc.

I have compiled the statement of financial position of Hope House, Inc. as of June 30, 2014, and the related statement of activities and cash flows for the year then ended. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other conclusion about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for developing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by generally accepted accounting principles. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the organization's financial position and results of operations. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Deemer CPA and Consulting Services, LLC

New Orleans, Louisiana

December 15, 2014

Hope House, Inc.
Statement of Financial Position
As of June 30, 2014

<u>Assets</u>	
Cash	\$ 344,083
Grants Receivable	19,900
Accounts Receivable	2,309
Investments	<u>23,737</u>
Total Current Assets	390,029
<u>Fixed Assets</u>	
Land	42,000
Buildings and Leasehold Improvements	142,378
Equipment	66,272
Accumulated Depreciation	<u>(208,650)</u>
Total Fixed Assets (Net)	<u>42,000</u>
Total Assets	<u><u>\$ 432,029</u></u>
<u>Liabilities and Net Assets</u>	
Accounts Payable	\$ 3,475
Salary and Taxes Payable	<u>7,573</u>
Total Liabilities	11,048
<u>Net Assets</u>	
Unrestricted	<u>420,981</u>
Total Net Assets	<u>420,981</u>
Total Liabilities and Net Assets	<u><u>\$ 432,029</u></u>

The accompanying notes are an integral part of these financial statements

Hope House, Inc.
Statement of Activities
For the Fiscal Year Ended June 30, 2014

Revenues, Gains, and Other Support

Government Grants	\$ 103,120
Grants-Private Organizations	149,015
Donations	138,133
Investment	402
Workshops	800
Rent	<u>19,493</u>

Total Revenues, Gains, and Other Support 410,963

Program Services

Adult Learning Center	104,158
Family Transitional Housing	<u>165,188</u>

Total Program Expense 269,346

Support Services

General and Administrative	<u>120,417</u>
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Total Expenses 389,763

Change In Net Assets 21,200

Net Assets At Beginning Of Year 399,781

Net Assets At End Of Year \$ 420,981

The accompanying notes are an integral part of these financial statements.

Hope House, Inc.
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2014

Cash Flows From Operating Activities:

Changes in Net Assets	\$ 21,200
Adjustments to Reconcile Net Revenues over Expenditures to Net Cash Provided by Operating Activities	
Changes in Operating Assets and Liabilities	
Grant Receivable	(2,582)
Accounts Receivable	0
Accounts Payable	(3,034)
Salaries and Taxes Payable	<u>1,096</u>
Net Cash Used by Operating Activities	16,680

Cash Flows From Investing Activities:

Purchase/Sale of Investments, Securities, and Fixed Assets	0
Net Cash Used by Investing Activities	0

Cash Flows From Financing Activities:

Net Cash Provided by Financing Activities	<u>0</u>
Net Cash Increase for Period	16,680
Cash, At Beginning of Period July 1, 2013	<u>327,403</u>
Cash, At End of Period June 30, 2014	<u><u>\$ 344,083</u></u>

The accompanying notes are an integral part of these financial statements.

Hope House, Inc.
Selected Information-Substantially All Disclosures Required by
Generally Accepted Accounting Principles Are Not Included
For the Fiscal Year Ended June 30, 2014

1. Summary of Significant Accounting Principles

General - Hope House, Inc. is a nonprofit corporation located at 916 St. Andrew Street, in New Orleans, Louisiana. The organization provides many social services including housing, adult literacy and job training programs.

Hope House's main source of funding is grants from the Louisiana Community and Technical College System, City of New Orleans' Homelessness Prevention and Rapid Re-Housing Grant, and private donations.

Basis of Accounting - Hope House Inc.'s financial statements are prepared on the accrual basis of accounting, whereby revenue is recorded when earned and expenses are recorded when incurred.

Property and Equipment - The straight line method of depreciation is used for the assets owned by Hope House, Inc. The estimated useful lives of these assets range from 3 to 40 years.

Income Taxes - Hope House, Inc. has been determined to be tax exempt under Section 501 (c) 3 of the Internal Revenue Code. Tax years 2011, 2012, and 2013 remain open for potential examination of taxing authorities. The agency's financial exposure would exist as it relates to potential unrelated business income.

Cash - Cash is comprised of cash on hand and in banks.

Investments – Investments are stated at cost, which approximates market.

2. Investments

The investment securities consist of Money Funds in the amount of \$23,737 at June 30, 2014.

3. Grant Receivable

Grant receivable in the amount of \$19,900 at June 30, 2014 consists of cost reimbursement requests for certain grants that were not received as of year- end. The receivable is deemed collectible, therefore no allowance for doubtful accounts has been established.

4. Economic Dependency

Hope House, Inc. receives its funding primarily from federal, state, and local grants. The continuance of this program is dependent upon the agency's ability to gain renewal of contracts and grants as well as to obtain new funding.

5. Board of Directors' Compensation

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member.

Hope House, Inc.
Schedule of Functional Expenses
For the Fiscal Year Ended June 30, 2014

	Program Services			Supportive Services	
	Adult Learning Center	Direct Services	Total Program Svcs.	Management & General	Total Expenses
Payroll Expenses	\$ 84,369	\$ 39,598	\$ 123,967	\$ 57,437	\$ 181,404
Direct Assistance	0	95,820	95,820	0	95,820
Professional Svcs.	0	0	0	3,600	3,600
Utilities	1,020	10,344	11,364	3,263	14,627
Telephone	1,442	0	1,442	3,776	5,218
Meetings	549	0	549	0	549
Supplies	4,699	1,720	6,419	2,703	9,122
Program Expense	69	0	69	6,585	6,654
Employee Benefits	5,323	3,163	8,486	6,190	14,676
Insurance	0	2,776	2,776	12,487	15,263
Equipment	6,322	0	6,322	2,208	8,530
Repairs and Maint.	0	10,356	10,356	760	11,116
Stipends	0	0	0	8,336	8,336
Travel	0	0	0	1,350	1,350
Rent Expense	200	0	200	1,520	1,720
Postage	98	0	98	800	898
Food	0	897	897	35	932
Printing	67	271	338	1,450	1,788
Dues and Subscript.	0	200	200	263	463
Miscellaneous	0	0	0	395	395
Vehicle Expense	0	0	0	3,125	3,125
Loss due to Theft	0	0	0	4,100	4,100
Bank Charges	0	43	43	34	77
Total Expenses	<u>\$ 104,158</u>	<u>\$ 165,188</u>	<u>\$ 269,346</u>	<u>\$ 120,417</u>	<u>\$ 389,763</u>

See Accountant's Compilation Report.